

AGENDA



Thursday, July 26, 2007

**Purchasing Office
RECOMMENDATION FOR COUNCIL ACTION**

Item No. 70

Subject: Authorize award and execution of a 24-month service agreement with ANDERSON MACHINERY AUSTIN, INC., Austin, TX, for the rental of a motor grader for the Solid Waste Service Department in an amount not to exceed \$116,040, with two additional 12-month extension options in an amount not to exceed \$58,020 per extension option, for a total contract amount not to exceed \$232,080.

Amount and Source of Funding: Funding in the amount of \$9,670 is available in the Fiscal Year 2006-2007 Operating Budget of the Solid Waste Services Department. Funding for the remaining 22 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Steve Aden, Supervising Sr. Buyer, 974-2021

Purchasing Language: Lowest bid of three bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting Opportunities were identified; therefore no goals were established for this solicitation.

This contract is for the rental of one motor grader to be assigned to the Solid Waste Services Department's (SWS) FM 812 Landfill. The motor grader is used to maintain landfill roads to provide safe driving conditions for landfill staff and customers. It is also used to maintain slopes to prevent unanticipated interruptions in landfill operations sometimes caused by bad weather conditions.

The vendor will be responsible to provide full preventative maintenance and repair services.

MBE/WBE solicited: 0/0

MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Seven notices were sent. There are no MBE/WBEs available for this commodity. Three bids were received. One "No Bid" was received.
- c. The pricing offered represents a 4% increase to the last contract award in July 2004. Anderson Machinery is the current contract provider.

APPROVAL JUSTIFICATION

- a. Lowest bid received.
- b. The Purchasing Office concurs with the Solid Waste Services Department's recommended award.
- c. Advertised in the Austin American-Statesman and Internet.